# Health Services and Development Agency

## Communique

## A MONTHLY PULICATION OF THE HEALTH SERVICES AND DEVELOPMENT AGENCY

Andrew Jackson State Office Building 500 Deaderick Street, Suite 850 Nashville, TN 37243 615.741.2364

### OCTOBER 2006

For Meeting verification/change or agenda information, please call the Agency Office or check our website at www.tn.gov/hsda

#### HEALTH SERVICES & DEVELOPMENT AGENCY

Chair	Carl Koella, III
Vice-Chair	Gene Caldwell, M.D.
Executive Director	Melanie Hill
General Counsel	Reid A. Broaden

Department of Health, Division of Health Statistics,
Office of Policy, Planning and Assessment
615.741.1954
Department of Mental Health and Developmental Disabilities,
Office of Policy Planning
615.532.6500

Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday

ALL RECORDS ARE PUBLIC INFORMATION

#### **CALENDAR**

The Health Services and Development Agency office will be closed on the following days in 2006:

Sunday, January 1 – New Year's Day Monday, January 2 – New Year's Day "Observed" Monday, January 16 - Martin Luther King Day Monday, February 20 - President's Day

Friday, April 14 - Good Friday Monday, May 29 - Memorial Day

Tuesday, July 4 – Independence Day

Monday, September 4 – Labor Day Monday, October 9 - Columbus Day "Not Observed" Friday, November 10 - Veteran's Day "Observed" Thursday, November 23 - Thanksgiving Day Friday, November 24 - Thanksgiving Holiday Friday, December 22 - Christmas Holiday Monday, December 25 - Christmas Day Tuesday, December 26 – Christmas Holiday Monday, January 1, 2007 - New Year's Day

#### **REVIEW CYCLE**

2006 Cycle	Publication Dates- Letter of Intent	Application	HDSA Meeting	End of Appeal Period
January	12/01/05-12/10/05	5 days after publication	03/22/06	15 days after meeting date
February	01/01/06-01/10/06	и	04/26/06	и
March	02/01/06-02/10/06	и	05/24/06	и
April	03/01/06-03/10/06	И	06/28/06	и
May	04/01/06-04/10/06	и	07/26/06	и
June	05/01/06-05/10/06	и	08/23/06	и
July	06/01/06-06/10/06	и	09/27/06	и
August	07/01/06-07/10/06	и	10/25/06	и
September	08/01/06-08/10/06	и	11/15/06	и
October	09/01/06-09/10/06	и	12/20/06	и
November	10/01/06-10/10/06	и	01/24/07	и
December	11/01/06-11/10/06	и	02/28/07	и

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the preceding business day.

#### STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EOUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INOUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE No. 615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR, REID BROGDEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243. TELEPHONE NO. 615/741-2364.

#### HEALTH SERVICES AND DEVELOPMENT AGENCY MEETINGS

The Health Services and Development Agency meetings for

October 25, November 15 and December 20, 2006 will be held at:

Legislative Plaza Room 12 Sixth Avenue North & Union Street Nashville, TN 8:30 a.m. CDT

+++++++

\* Meeting locations are subject to change

\*\* All meetings of the Health Services and Development Agency are posted on the Agency's website at www.tn.gov/hsda

#### **EXECUTIVE DIRECTOR'S ANNOUNCEMENTS:**

#### PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than <u>noon (Central Time)</u> on the thirteenth <u>day</u> before the meeting at which that matter will be heard. The parties are encouraged to provide 22 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than <u>fifteen days</u> before the agency meeting at which time the application is originally scheduled.



#### RESULTS OF APPLICATIONS HEARD AT THE SEPTEMBER MEETING

McKenzie Regional Hospital 161 Hospital Drive McKenzie (Carroll County), TN 38201 CN0605-032 Contact Person: William H. West, Esq. Phone No. 615-726-5600

unit. \$ 463,560,00

APPROVED

East Tennessee Ambulatory Surgery Center, LLC 701 Med-Tech Parkway Johnson City (Washington County), TN 37604 CN0605-035 Center Parson, William H. Wast, Eco.

Contact Person: William H. West, Esq.

Phone No. 615-726-5600 **APPROVED** 

(\*CN0408-082A expiration date extended to expire concurrently with CN0605-035)

Vanderbilt University Hospital 1211 22nd Avenue South Nashville (Davidson County), TN 37232 CN0606-037

Contact Person: Ronald W. Hill, Vice President, Strategic Development

Phone No. 615-936-6012

**APPROVED** 

Rock Island Cancer Center, LLC 24 Liberty Lane McMinnville (Warren County), TN 37110 CN0606-038 Contact Person: Bill Bradford, Owner Phone No. 931-454-9002

Priorie No. 931-454-9002

DENIED

Radiology & Diagnostics, PLC 1350 Gateway Boulevard Murfreesboro (Rutherford County), TN 37130 CN0606-040 Contact Person: Mark W. Winters, Chief Manager Phone No. 615-653-0480 APPROVED

Saint Francis Hospital 5959 Park Avenue Memphis (Shelby County), TN 38119 CN0606-041 Contact Person: Kim Harvey Looney, Esq. Phone No. 615-850-8722 APPROVED The relocation and expansion and extension of an ambulatory surgical treatment center (ASTC) which has an unimplemented Certificate of Need (\*CN0408-082A). Operating rooms will increase from two (2) to four (4); one (1) procedure room will be added and square footage will increase by 4,742 square feet to approximately 10,279 square feet.

The initiation of magnetic resonance imaging (MRI)

services one (1) day per week via a leased mobile

\$ 3,681,966.00

Continuance of the facility's master plan, which include the following: the addition of a third bed tower; the addition of 141 acute care beds; the renovation and expansion of cardiac cath labs and hybrid operating rooms (ORs); and the addition of fourteen (14) newly constructed OR suites.

\$ 234,421,471.00

The establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to radiation therapy, the initiation of radiation therapy and the acquisition of a linear accelerator located in approximately 6,200 square feet of which 3,000 square feet will be new construction, and utilized exclusively by the physicians of Community Cancer Center

\$ 4,770,465.00

The establishment of an outpatient diagnostic center (ODC) and the relocation of an existing magnetic resonance imaging (MRI) service (as approved in CN0305-035A) from 1102 Dow Street to 1350 Gateway Boulevard, Murfreesboro (Rutherford County), TN. The ODC will provide MRI, CT and other diagnostic services in 9,806 SF of leased space in a medical office building under development. MRI service will be discontinued at 1102 Dow St, Murfreesboro (Rutherford County), TN.

\$ 6.240.868.00

The renovation and expansion of the emergency and registration departments on the hospital's campus. The project includes the renovation of 21,791 square feet and the addition of newly constructed 5,490 square feet to the existing Emergency Department, and the renovation of 6,300 square feet in the registration area for a total of 33,581 square feet. \$ 10.507.743.35

#### RESULTS OF APPLICATIONS HEARD AT THE SEPTEMBER MEETING

Livingston Regional Hospital 315 Oak Street Livingston (Overton County), TN 38570 CN0606-042 Contact Person: John L. Wellborn Phone No. 615-665-2022 APPROVED

Premier Upright MRI 3000 Charlotte Avenue Nashville (Davidson County), TN 37209 CN0606-044 Contact Person: John L. Wellborn Phone No. 615-665-2022

Next Generation Imaging, LLC 1718 Charlotte Avenue Nashville (Davidson County), TN 37203 CN0606-045

Contact Person: Kim Harvey Looney, Esq. Phone No. 615-850-8722

DENIED

The conversion of ten (10) medical-surgical beds to geropsychiatric for an inpatient unit and initiation of geropsychiatric services for aging patients. The 114 licensed hospital bed complement will remain the same (100 general and 14 rehabilitation beds).

\$ 1,060,000.00

The establishment of an outpatient diagnostic center (ODC), the acquisition of a 0.6 Tesla Fonar Stand-up magnetic resonance imaging (MRI) unit and initiation of MRI services in leased space.

3.423.094.00

The establishment of an outpatient diagnostic center (ODC), the acquisition of a stand-up magnetic resonance imaging (MRI) unit and the initiation of MRI services under a shared agreement with Millenium MRI, LLC (CN0502-013A-remains unimplemented). If approved, and if Millenium MRI, LLC's request for modification is approved, the project will replace Premier Open Stand-Up MRI (POSUM) CN0502-014A, the companion application to CN05020-013A for the shared use of the 0.6 Tesla Stand-Up MRI scanner.

\$ 1,983,351.52

#### GENERAL COUNSEL'S REPORT

Maury Regional Hospital Columbia (Maury County), TN CN0511-102A

**APPROVED** 

Fentress Health Systems
Jamestown (Fentress County), TN
CN0312-122AE
APPROVED

Morristown-Hamblen Hospital Association Morristown (Hamblen County), TN CN0308-063A APPROVED Request for a project cost increase from \$78,000 to \$829,930 for a total increase of \$754,930.

Request for a six (6) month of extension of the expiration date from October 1, 2006 to April 1, 2007.

Request for modification of the Certificate of Need for reductions in project costs. This project was approved at the November 19, 2003 Agency meeting for the addition of fifteen (15) acute care hospital beds. Thirteen (13) of the beds were to be utilized as medical/surgical beds and two (2) as obstetrical beds for a total bed increase from 155 to 170. Also included were major renovations to the hospital, including a second cardiac catheterization lab, at a total project cost of \$11,025,903. The expiration date is January 1, 2007.

The project was not opposed. Requested modifications include the following: 1) reduction in the number of new beds from fifteen (15) to twelve (12) beds. Nine (9) of the beds were to be utilized as medical/surgical beds and three (3) will be obstetrical beds for a total bed increase from 155 to 167; and 2) Reduction in the total project cost from \$11,025,903 to \$8,217,970 due to construction, equipment, financing and miscellaneous cost.

Trinity Hospital 5001 East Main Street Erin (Houston County), TN 37061 CN0607-046 Contact Person: Yvette Gillespie, CEO

Phone No. 931-289-4211

Skyline Endoscopy Center 27 Medical Center Drive, Suite 2 Jackson (Madison County), TN 38301 CN0607-047

Contact Person: John L. Wellborn, Consultant

Phone No. 615-665-2022

Phone No. 901-516-0679

Phone No. 770-394-8465

LeBonheur Children's Medical Center 50 North Dunlap Memphis (Shelby County), TN 38103 CN0607-048 Contact Person: Carol Weidenhoffer, Director of Planning

Medical Center of Manchester 482 Interstate Drive Manchester (Coffee County), TN 37355 CN0607-049 Contact Person: Bobby Couch, CEO Phone No. 931-728-6354

Middle Tennessee Medical Center 1500-1800 block of Medical Center Parkway Murfreesboro (Rutherford County), TN 37133 CN0607-050 Contact Person: Robert M. Limyansky, Consultant

The discontinuance of obstetrical services and the initiation of mobile MRI services one (1) day per week. The leased mobile 1.5 GE Echo speed Plus MRI will be located in a mobile trailer. The twenty-five (25) licensed acute care bed complement will remain unchanged.

\$ 422,990.00

The establishment of an ambulatory surgical treatment center (ASTC) limited to endoscopy for the physicians and patients of Medical Specialty Clinic, P.C. The center will contain three (3) procedure rooms located in approximately 5,158 square feet of leased space in an existing medical office building. \$ 2.680,009.00

The acquisition of a Magnetoencepholography (MEG) unit. The project will include minor renovations of 2,555 square feet of space to accommodate the new equipment.

\$ 3,511,589.00

The acquisition of a fixed site Phillips Intera 1.5T HiSpeed magnetic resonance imaging (MRI) scanner and the initiation of services on a full-time basis. The MRI service will be moved from the hospital (as approved in CN0210-095AM) to leased space across the street in the hospital's annex building in approximately 1,680 square feet of space.

\$ 2,407,813.00

The replacement and relocation of the 286 licensed bed, acute care medical center from 400 North Highland Avenue, Murfreesboro (Rutherford County) to the 1500-1800 blocks of the Gateway development bound by Medical Center Parkway, Murfreesboro (Rutherford County) in approximately 595,531 square feet. A magnetic resonance imaging (MRI) unit and two (2) computerized tomography (CT) units will be replaced and located in the new facility.

\$ 283,543,024.00

Middle Tennessee Ambulatory Surgery Center MOB # 1, 1500-1800 Medical Center Pkwy & 1000 E. Thompson Lane Murfreesboro (Rutherford County), TN 37130 CN0607-051 Contact Person: Noel Falls, Consultant Phone No. 251-929-1003

The replacement and relocation of the existing four (4) operating room (OR) multi-specialty ambulatory surgical treatment center (ASTC) from 503 East Bell Street, Suite 100 to the first floor of Medical Office Building 1 due north of Medical Center Parkway, Murfreesboro (Rutherford County) on the campus of the proposed Middle Tennessee Medical Center. The project will include an addition of one (1) OR for a total of five (5) ORs, shelled space for a sixth (6th) OR and one (1) procedure room. The new location will consist of approximately 23,000 square feet of space.

12,421,810.00

Williams Surgery Center, Inc. 1725 Medical Center Parkway, Suite 120 Murfreesboro (Rutherford County), TN 37129 CN0607-052 Contact Person: Melvin Williams, DPM, Podiatrist

Phone No. 615-494-1234

The establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to podiatry with one (1) operating room and a single pre-and post-op recovery room located in approximately 540 square feet of space.

\$ 165.888.60

Sumner Regional Medical Center 555 Hartsville Pike Gallatin (Sumner County), TN 37066 CN0607-053

Contact Person: Edwin W. Day, Consultant

Phone No. 615-952-2297

A partial on-site replacement of the existing hospital and addition of ten (10) beds (4 medical/surgical, 2 obstetrics, and 4 ICU/CCU beds) for a licensed bed increase from 145 to 155. The project consists of approximately 198,234 square feet of new construction and 20,099 square feet of renovated space. Major clinical services include: medical surgical nursing units, CCU, ER, Imaging, Surgery/Recovery, Labor & Delivery, and the Nursery.

82,215,860,00

Clarksville Surgery Center Corner of Cedar Bend Lane and Cedar Bend Court Clarksville (Montgomery County), TN 37040 CN0607-054 Contact Person: Keith A. Bolton Phone No. 615-371-6778

The replacement and relocation of an existing licensed ambulatory surgical treatment center (ASTC). replacement and relocation has been approved by unimplemented CN0506-052A. The center will relocate from 1734 Memorial Drive, Clarksville (Montgomery County) to a not vet addressed site at the corner of Cedar Bend Lane, Clarksville (Montgomery County) in approximately 12,500 square feet of space. The project will also increase operating rooms (ORs) from two (2) to three (3) and increase procedure rooms from zero (0) to two (2). Upon approval. CN0506-052A will be surrendered.

3.705.124.34

LeBonheur Children's Medical Center 50 North Dunlap

Memphis (Shelby County), TN 38103

CN0608-055

Contact Person: Carol Weidenhoffer, Director of

Phone No. 901-516-0679

Parkwest Medical Center 9352 Park West Boulevard Knoxville (Knox County), TN 37923

CN0608-057

Contact Person: Mike Richardson, VP, Planning &

Business Development Phone No. 865-374-0440

Fort Sanders Sevier Medical Center Middle Creek Road between Eastgate Road and Millwood Drive Sevierville (Sevier County), TN 37862 CN0608-058

Contact Person: Mike Richardson, VP, Planning &

Business Development Phone No. 865-374-0440

Thompson Cancer Survival Center Middle Creek Road at Eastgate Road and Millwood

Sevierville (Sevier County), TN 37862

CN0608-059

Contact Person: Mike Richardson, VP, Planning &

Business Development Phone No. 865-374-0440

Tennessee Orthopaedic Clinics, PC 501 19th Street, Suite 401 Knoxville (Knox County), TN 37916 CN0608-060

Contact Person: Jeff McPherson, Clinic Director

Phone No. 865-694-7725 ext. 242

Scott County Hospital Cook Avenue at Intersection of US Hwv 27 Oneida (Scott County), TN 37841 CN0608-063

Contact Person: E. Graham Baker, Jr., Esq.

Phone No. 615-383-3332

The acquisition of a second magnetic resonance imaging (MRI) unit with minor renovations and construction to accommodate the new equipment. The project involves 910 square feet of renovated space and 892 square feet of newly constructed space. This project does not involve inpatient beds or the initiation of any new services

\$ 4.806.992.00

Modification of the existing surgery department with construction of six (6) operating rooms (ORs), expanded staging capacity for pre and post surgical care, administrative and staff support areas, and equipment and supply storage accommodations. The project will increase the number of ORs from fourteen (14) rooms (12 general purpose and 2 open heart) to eighteen (18) rooms (16 general purpose and 2 open heart). The hospital will remain at 307 licensed acute care beds.

14.957.812.00

A replacement hospital to be relocated across the street from the current location at 709 Middle Creek Road to Middle Creek Road between Eastgate Road and Millwood Drive (yet not assigned address). The hospital will remain at seventy-nine (79) licensed acute care beds.

78.697.013.00

The establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to diagnostic and therapeutic radiology, chemotherapy and related services. The project will also include the initiation of megavoltage radiation therapy and mobile positron emission tomography (PET) services as well as the acquisition of linear accelerator equipment.

10.110.685.00

The acquisition of an extremities-only magnetic resonance imaging (MRI) unit and the initiation of MRI services limited to the patients of Tennessee Orthopaedic Clinics.

\$ 1.032.872.00

The replacement and relocation of an existing hospital from 18797 Alberta Street, Oneida (Scott County) to not yet assigned address on Cook Avenue, Oneida (Scott County). TN. The licensed beds will decrease by 39 from 99 to 60 (which include ten (10) swing beds).

\$ 34.080.645.00

Mitchell Manor South side of Winter Drive near Babb Drive Lebanon (Wilson County), TN 37087 CN0608-064 Contact Person: Jerry W. Taylor, Esq. Phone No. 615-726-1200

PRN Specialty Home Care, Inc. 5659 South Rex Road Memphis (Shelby County), TN 38119 CN0608-065 Contact Person: Christopher C. Puri, Esg.

Phone No. 615-252-4643

Clarksville Manor Nursing Center South of Dunlap Lane and West of I24 Clarksville (Montgomery County), TN 37043 CN0608-066 Contact Person: Jerry W. Taylor, Esq. Phone No. 615-726-1200

The replacement and relocation of an existing nursing home from 152 S. College St to the south side of the proposed Winter Dr. near Babb Drive in Lebanon (Wilson County). This project also includes the addition of thirty (30) skilled nursing beds\* to the existing fortytwo (42) skilled nursing beds for a total of seventy-two (72) dually certified beds. This project is the subject of development agreement between owner/applicant, Mitchell Manor, Inc., and Community Progress Committee, Inc. (CPC). Pursuant to the development agreement, following completion and licensure of the facility, CPC will acquire the nursing home, and thereafter become the licensee. The new facility will be managed by Stein & Associates, LLC, d/b/a Stein & Associates of Tennessee.

4.632.399.50

\*These beds are subject to the 125 nursing home bed pool for 2006-2007.

The establishment of a home care organization and the initiation of home health service limited to Shelby County. This agency will specialize in the care of cardiology, neurology, surgery, orthopedic patients and patients with complex disease diagnoses including, but not limited to chronic obstructive pulmonary disorders, complications from diabetes, and wound care. The office will be located at 5659 South Rex Road, Memphis (Shelby County), TN 38119.

\$ 50,400.00

The relocation and replacement of an existing nursing home from 2134 Old Ashland Road to an unaddressed site south of Dunlap Lane, near the new Gateway Medical Center. The project also includes the addition of thirty (30) skilled nursing beds\* for a total of one nundred and thirteen (113) dually certified nursing home beds. There will be no change in the types of health care services provided.

- \$ 11.793.475.75
- \* These beds are subject to the 125 nursing home bed pool for 2006-2007.

Athens Regional Cancer Center, PLLC 680 White Street Athens (McMinn County), TN 37302 CN0609-068 Contact Person: J. Scott McDearman, Esq. Phone No. 423-756-8400

Memorial Hospital 2525 de Sales Avenue Chattanooga (Hamilton County), TN 37404 CN0609-069 Contact Person: Jane Lucchesi, Strategic Planning

Project Manager Phone No. 423-495-8931

Quality Health Care Center 932/935 Baddour Parkway Lebanon (Wilson County), TN 37087

CN0609-072 Contact Person: E. Graham Baker, Jr., Esq.

Phone No. 615-383-3332

The establishment of an ambulatory surgical treatment center (ASTC) limited to the provision of radiation therapy services, the initiation of radiation therapy services, and the acquisition of a linear accelerator. The center will occupy approximately 4,500 square feet in a newly constructed building.

\$ 2.328,850.00

An addition to the hospital to replace and expand the surgical suite, including one (1) operating room (OR) equipped with robotic surgical capability, the cardiac catheterization labs and endovascular labs. The addition includes three (3) replacement medical/surgical units and three (3) intensive care units. Thirty-two (32) inpatient acute care beds will be relocated to Memorial Hospital, 2525 de Sales Avenue, Chattanooga, Tennessee, from the satellite hospital, Memorial Park North Hospital, located at 2051 Hamill Road, Hixson, Tennessee, The bed relocation will increase the number of licensed beds at Memorial Hospital from 322 to 354, while decreasing the number of licensed beds at Memorial Park North Hospital from 83 to 51. Major medical equipment will be acquired to open one (1) additional cardiac catherization lab and one (1) additional endovascular lab. This project includes major medical equipment replacement for three (3) endovascular labs and one (1) magnetic resonance imaging (MRI) unit.

\$ 293,334,100.00

The construction of twenty-four (24) nursing home beds at its existing nursing home. These beds will be constructed to convert existing semi-private rooms into private rooms. Therefore, the construction of the new beds will not increase the bed capacity of the nursing home. There will also be constructed a large activity room, a large sunroom area, another sunroom area which will contain a small kitchen and eating area, and renovation to the existing building. This project is designed to change the nursing home from a medical model to a social model. The proposed service area for the nursing home will not change. No health services will be initiated or discontinued. It is proposed that Medicare, TennCare, commercially insured, and private-pay patients will continue to be served by the nursing home, which will continue to be licensed by the Tennessee Department of Health

\$ 4,009,000.00

\* These beds are not subject to the 125 nursing home bed pool.

The Spine Center, PLLC 1139 Northwest Broad Street Murfreesboro (Rutherford County), TN 37129 CN0609-073 Contact Person: James H. Porter, Esq. Phone No. 615-744-8523

Harton Regional Medical Center 1801 North Jackson Street Tullahoma (Coffee County), TN 37388 CN0609-074 Contact Person: Edwin W. Day, Consultant Phone No. 615-952-2297

Sumner Homecare and Hospice, LLC Northeast corner of US 31E & Greenlea Blvd. Gallatin (Sumner County), TN 37066 CN0609-075 Contact Person: Edwin W. Day, Consultant Phone No. 615-952-2297

LeBonheur Children's Medical Center Corner of Poplar Ave & No. Dunlap Street Memphis (Shelby County), TN 38103 CN0609-076 Contact Person: Carol Weidenhoffer, Director of Planning Phone No. 901-516-0679 The establishment of an ambulatory surgical treatment center (ASTC) consisting of one (1) procedure room limited to providing pain management services to the patients of Mid State Neurosurgery, P.C.

475,740,75

The construction of a four (4) story tower containing 59,985 square feet of new space. This tower will include twenty-nine (29) new private patient rooms, staff support areas, new west entry/drop-off area, a two (2) level corridor bridge connector to the hospital, a lower entrance level lobby and hospitality space, a new receiving dock, materials management, support spaces, and mechanical/electrical spaces. The number of licensed beds will not change as a result of this project. \$ 18.875.814.00

The construction of an eight (8)-bed residential hospice facility and the initiation of residential hospice services. An address has not been assigned to the site, which is located at the northeast corner of the intersection of US 31 E and Greenlea Boulevard in Gallatin, Tennessee 37066.

\$ 8.554.535.00

1) The replacement of the existing hospital located at 50 North Dunlap, Memphis, Tennessee 38103 with a new acute care pediatric hospital on property adjacent to the existing facility and renovation in the former hospital building: 2) the conversion of fifteen (15) pediatric acute care beds to neonatal intensive care unit (NICU) beds; and 3) the acquisition of a new Intraoperative magnetic resonance imaging (MRI) unit. The property for the new construction is located at the corner of Poplar Avenue and North Dunlap Street, and is currently occupied by the Memphis Mental Health Institute. Renovation in the existing facility and new construction of the replacement facility will total 775,500 square feet. This project will not change the healthcare system's 1,551-bed general hospital license, nor initiate or discontinue any health services.

\$ 326,956,905.00

Methodist LeBonheur Germantown Hospital 7691 Poplar Avenue Germantown (Shelby County), TN 38138 CN0609-077

Contact Person: Carol Weidenhoffer, Director of

Planning

Phone No. 901-516-0679

North Side Specialty Replacement Hospital Med Tech Subdivision Lot 21 Johnson City (Washington County), TN 37604 CN0609-078 Contact Person: Tony Benton, Asst. VP, Strategic Planning Phone No. 423-431-6824

1) New construction and renovation of 308,565 square feet of space: 2) the transfer of one hundred (100) acute care beds to Methodist Le Bonheur Germantown Hospital (MLGH) located at 7691 Poplar Avenue, Germantown, TN 38138, including 8 neonatal intensive care (NICU) beds. The 100 beds will be transferred from other Methodist Healthcare-Memphis Hospitals' (MHMH) license, as follows: 52 acute beds from Methodist University Hospital (MUH); 44 acute care beds including 4 NICU beds from Methodist South Hospital, and 4 NICU beds from Methodist North Hospital. The project will not change the applicant's 1,551 bed general hospital license from the Department of Health. All four (4) of the directly affected hospitals are under the Methodist Healthcare-Memphis Hospitals' license and all are within Shelby County. The beds proposed to remain licensed are the same total beds (1,326 excludes 225 licensed beds of LeBonheur Children's Medical Center, which is not affected by this project) that are currently licensed, with the redistributed beds to be 617 at Methodist University Hospital, 157 at Methodist South Hospital, 244 at Methodist North Hospital and 309 at Methodist LeBonheur Germantown Hospital. This project does not contain any major medical equipment or initiate or discontinue any health service; and it will not affect any other licensed bed complements.

\$ 121,010,067.00

To replace the existing acute care hospitals of North Side Hospital (95-acute care beds) located at 401 Princeton Road, Johnson City, TN and Johnson City Specialty Hospital (49 acute care beds) located at 203 E. Watauga Avenue, Johnson City, Tennessee with an eighty (80)-bed general medical/surgical hospital located at Med Tech Subdivision, Lot 21, Johnson City, Tennessee. The project will consolidate services from the two (2) sites. The project also seeks approval to initiate magnetic resonance imaging (MRI) services at the replacement hospital and to acquire one (1) MRI No other major services will be initiated or discontinued. A concurrent application has been filed for the relocation of the remaining sixty-four (64) beds to Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee. The replacement facility will occupy 239,282 square feet.

\$ 121,724,587.00

Franklin Transitional Care 2511 Wesley Street Johnson City (Washington County), TN 37601 CN0609-079 Contact Person: Tony Benton, Asst. VP, Strategic Planning Phone No. 423-431-6824

Johnson City Medical Center 400 N State of Franklin Road Johnson City (Washington County), TN 37604 CN0609-080 Contact Person: Tony Benton, Asst. VP, Strategic Planning Phone No. 423-431-6824 The relocation of thirteen (13) skilled nursing facility beds (SNF) from the existing location in Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee to a new location at James H. and Cecil C. Quillen Rehabilitation Hospital located 2511 Wesley Street, Johnson City, Tennessee. The relocation will result in thirteen (13) rehabilitation beds being de-licensed at the James H. and Cecil C. Quillen Rehabilitation Hospital. The project will occupy 8,140 square feet at the James H. and Cecil C. Quillen Rehabilitation Hospital. No new services will be initiated and no major medical equipment will be purchased.

\$ 10.450.00

\* These beds are not subject to the 125 nursing home bed pool.

The relocation of sixty-four (64) licensed acute care beds from North Side Hospital located at 401 Princeton Road, Johnson City, Tennessee and Johnson City Specialty Hospital located at 203 E. Watauga Avenue. Johnson City, Tennessee to Johnson City Medical Center located at 400 N. State of Franklin Road, Johnson City, Tennessee. This application is being filed concurrently with the application for an eighty (80)bed replacement hospital located at Med Tech Subdivision, Lot 21, Johnson City, Tennessee, which addresses the remaining beds from North Side Hospital and Johnson City Specialty Hospital. This application is also being filed concurrently with the application relocating the thirteen (13)-bed skilled nursing facility, Franklin Transitional Care, from Johnson City Medical Center to the James H. and Cecil C. Quillen Rehabilitation Hospital (licensed as a satelite hospital of Johnson City Medical Center) where 13 rehabilitation beds will be de-licensed. No new services will be initiated with the relocation of the 64 beds to Johnson. City Medical Center and no medical equipment acquired. The final licensed bed complement of Johnson City Medical Center will increase from 585 to 636, a net increase of 51 beds (the additional 64 acute care beds at Johnson City Medical Center minus the 13 rehabiliation beds at Quillen Rehabilitation Hospital). The sixty-four (64) beds will occupy 30,000 square feet currently designated for observation patients and space vacated from previous projects.

\$ 163,962.00

The initiation of mobile lithotripsy services two (2) days per month on the hospital campus. The Med is licensed for 631 beds. This project will not initiate any other health services. The lithotripsy project does not contain any other major medical equipment and will not affect the licensed bed complement of the hospital.

\$ 570,956.00

The Regional Medical Center at Memphis (The Med) 890 Madison Avenue Memphis (Shelby County), TN 38103 CN0609-081 Contact Person: John L. Wellborn, Consultant Phone No. 615-665-2022

#### **APPEALS OF AGENCY DECISIONS**

FACILITY	DOCKET #	DESCRIPTION	Approved/ Denied
The Center for ENT, Laser & Cosmetic Surgery Shelbyville, Bedford County CN0503-022A	25.00-075626J	Appeal of Approval of CON.	6/22/05
Dyersburg Regional Medical Center Dyersburg, Dyer County CN0509-083D	25.00-092664J	Appeal of Denial of CON.	6/28/06
Livingston Regional Hospital Livingston, Overton County CN0606-042A	Docket # 'TBA'	Appeal of Approval of CON	9/27/06
Mahogany Hospice Care, Inc. Nashville, Davidson County CN0408-073A	25.00-066804J	Appeal of Approval of CON	5/25/05
Maxim Healthcare Services – Nashville Nashville, Davidson County CN0506-045A	25.00-079868J	Appeal of Approval of CON	9/28/05
Morristown Surgery Center, LLC Morristown, Hamblen County CN0602-015D	25.00-092968J	Applicant's appeal of Denial of CON	7/26/06
Next Generation Imaging, LLC Nashville, Davidson County CN0606-045D	Docket # 'TBA'	Applicant's appeal of Denial of CON	9/27/06
Spring Hill Hospital, Inc. Spring Hill, Maury County CN0604-028A	25.00-092967J	Appeal of Approval of CON	7/26/06
St. Francis Hospital – Bartlett Bartlett, Shelby County CN0504-035A	25.00-078683J	Appeal of Approval of CON	8/24/05
Tennessee Sports Medicine Surgery Center Lebanon, Wilson County CN0411-103D	25.00-068456J	Applicant's appeal of Denial of CON	2/23/05

#### **Health Services and Development Agency Members**

Carl Koella (Consumer, Speaker of the Senate)

Gene Caldwell, M.D. (Consumer, Speaker of the House)

Bryan Atchley (Nursing Home)

Charles Handorf, M.D. (Physician)

Clark Jones (Consumer, Governor)

Gregory Lammert (Home Care)

Peggy Troy (Hospital)

John Morgan (Comptroller) Faye Weaver, Designee

Paula Flowers (Commerce & Insurance Commissioner)

> Darin J. Gordon (Director of TennCare) Keith Gaither, Designee David Collier, M.D., Designee